GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:447
ANSWERED ON:03.02.2017
Credit Deposit Ratio
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Will the Minister of FINANCE be pleased to state:

(a) the average Credit Deposit Ratio (CDR) of the Public Sector Banks (PSBs) during the current financial year till December, 2016;
(b) whether there is a difference in the average CDR of PSBs in various States/ UTs of the country;
(c) if so, the details thereof, State/UT-wise including Bihar; and
(d) the steps taken by the Government to minimise regional imbalances in credit deployment?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE

(a) to (c): A statement indicating State/UT-wise, Credit Deposit Ratio (CDR) of the Public Sector Banks (PSBs) including all India average as at the end of September, 2016 (latest available), is Annexed.
(d): Reserve Bank of India (RBI) has advised the banks including PSBs to achieve a CDR of 60% in respect of their rural and semi-urban branches separately on an all India basis. The banks should also ensure that wide disparity in the ratios between different State/Region is avoided in order to minimize regional imbalance in credit deployment.
RBI has also advised banks that the CD ratios should be monitored at different levels viz banks' head office level, State Level Bankers Committee (SLBC) and District Consultative Committee (DCC). Special Sub-Committee (SSC) of DCC is to be set up in the districts having CD ratio less than 40, in order to monitor the CD ratio and to draw up monitorable Action Plans (MAPs) to increase the CD ratio. The Districts with CD ratio less than 20 are treated on a special footing.

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